In the claims:

For the convenience of the Examiner, all claims being examined, whether or not amended, are presented below.

1-62. (Cancelled)

63. (Currently amended) A preparation, comprising of a polypeptide comprising a hedgehog polypeptide sequence including at least 50 amino acid residues of an N-terminal half of a *hedgehog* protein, which polypeptide is formulated for topical application, and which polypeptide is formulated on a sponge, bandage, dressing, or film to hair, wherein said hedgehog protein is post-translationally modified with one or more lipophilic or hydrophobic moieties.

64. (Cancelled)

- 65. (**Previously presented**) The preparation of claim 63, wherein the polypeptide includes at least 150 amino acids residues of an N-terminal half of the *hedgehog* protein.
- 66. (**Original**) The preparation of claim 63, wherein the polypeptide includes at least 100 amino acids of an extracellular domain of the hedgehog protein.
- 67. (**Previously presented**) The preparation of claim 63, wherein the polypeptide includes at least a portion of a hedgehog protein corresponding to a 19kd fragment of an extracellular domain of the hedgehog protein.
- 68. (**Original**) The preparation of claim 63, wherein the hedgehog protein is encoded by a gene of a vertebrate organism.

69. (Cancelled)

70. (**Previously presented**) The preparation of claim 63, wherein the hedgehog protein is modified with one or more lipophilic moieties.

- 71. (**Previously presented**) The preparation of claim 63, wherein the hedgehog polypeptide is modified with one or more sterol moieties.
- 72. (**Previously presented**) The preparation of claim 71, wherein the sterol moiety is cholesterol.
- 73. (**Previously presented**) The preparation of claim 70, wherein the one or more lipophilic moieties are one or more fatty acid moieties.
- 74. (**Previously presented**) The preparation of claim 73, wherein each fatty acid moiety is independently selected from myristoyl, palmitoyl, stearoyl, or arachidoyl.
- 75. **(Previously presented)** The preparation of claim 70, wherein the hedgehog polypeptide is modified with one or more aromatic hydrocarbons.